### IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

NL GIKEN INC.,	)
Plaintiff,	)
	) C.A. No. 24-13-MN
V.	)
	)
APPLE INC.,	)
	)
Defendant.	, )

### DEFENDANT APPLE INC.'S OPENING BRIEF IN SUPPORT OF ITS MOTION TO DISMISS AMENDED COMPLAINT PURSUANT TO FED. R. CIV. P. 12(B)(6)

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Dated: April 8, 2024 11436668 / 21251.00001

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# TABLE OF CONTENTS

			Page
I.	INTI	DDUCTION	1
II.	NAT	RE AND STAGE OF PROCEEDINGS	2
III.	SUM	MARY OF ARGUMENT	2
IV.	STA	EMENT OF FACTS	3
	A.	The '968 Patent	3
	B.	NL Giken's Infringement Allegations	5
V.	LEG	L STANDARDS	6
	A.	The Rule 12(b)(6) Standard as Applied to Patent Eligibility Challeng	ges 6
	B.	The Alice Two-Step Test	7
VI.	THE	LAIMS RECITE PATENT-INELIGIBLE SUBJECT MATTER	7
	A.	Alice Step One: The Claims Are Directed to an Abstract Idea	8
		1. The claims, specification, and analogous cases confirm that representative claim 1 is directed to an abstract idea	8
		2. NL Giken's amendments do not make the claims non-abstrac	t10
		3. The '968 patent claims do not improve computer functionalit	y11
		4. NL Giken's amendments do not sufficiently demonstrate impromputer functionality	
		5. The claimed abstract idea reflects longstanding conduct that creadily be performed by the human mind	
	B.	Alice Step Two: The Claims Do Not Recite an Inventive Concept	15
		1. The claims do not recite <i>how</i> to achieve the desired result	15
		2. The hardware and software elements are admittedly convention	onal 17
		3. The claims as a whole do not provide any inventive concept	18
VII.	CON	LUSION	20

# TABLE OF AUTHORITIES

	Page(s)
Cases	
Aatrix Software, Inc. v. Green Shades Software, Inc., 882 F.3d 1121 (Fed. Cir. 2018)	6
Alice Corp. Pty. Ltd. v. CLS Bank Int'l, 573 U.S. 208 (2014)	passim
BASCOM Glob. Internet Servs., Inc. v. AT&T Mobility LLC, 827 F.3d 1341 (Fed. Cir. 2016)	18, 19
Berkheimer v. HP Inc., 881 F.3d 1360 (Fed. Cir. 2018)	6
Bluebonnet Internet Media Servs. LLC v. Pandora Media, LLC, No. 2022-2215, 2024 WL 1338940 (Fed. Cir. Mar. 29, 2024)	14, 18
BSG Tech LLC v. Buyseasons, Inc., 899 F.3d 1281 (Fed. Cir. 2018)	2, 11
buySAFE, Inc. v. Google Inc., 964 F. Supp. 2d 331 (D. Del. 2013)	3, 14
Chamberlain Grp. v. Techtronic Indus. Co., 935 F.3d 1341 (Fed. Cir. 2019)	19
ChargePoint, Inc. v. SemaConnect, Inc., 920 F.3d 759 (Fed. Cir. 2019)	8
Circuit City Stores v. Citgo Petroleum Corp., No. 92-CV-7394, 1994 WL 48363 (E.D. Pa. Sept. 7, 1994)	2
Core Wireless Licensing S.A.R.L. v. LG Electronics, Inc. 880 F.3d 1356 (Fed. Cir. 2018)	12, 13
Customedia Techs., LLC v. Dish Network Corp., 951 F.3d 1359 (Fed. Cir. 2020)	12, 13
DDR Holdings, LLC v. Hotels.com, L.P., 773 F.3d 1245 (Fed. Cir. 2014)	13, 16
Electric Power Group, LLC v. Alstom S.A., 830 F.3d 1350 (Fed. Cir. 2016)	10, 14, 15, 17

Enfish, LLC v. Microsoft Corp., 822 F.3d 1327 (Fed. Cir. 2016)	11, 12
Fast 101 PTY Ltd. v. Citigroup Inc., 424 F. Supp. 3d 385 (D. Del. 2020)	6
Genetic Techs. Ltd. v. Merial L.L.C., 818 F.3d 1369 (Fed. Cir. 2016)	6
Godlewski v. Affiliated Comput. Servs., Inc., 210 F.R.D. 571 (E.D. Va. 2002)	2
IBM Corp. v. Zynga Inc., 642 F. Supp. 3d 481 (D. Del. 2022)	17
In re TLI Commc'ns LLC Pat. Litig., 823 F.3d 607 (Fed. Cir. 2016)	12
Intell. Ventures I LLC v. Cap. One Fin. Corp., 850 F.3d 1332 (Fed. Cir. 2017)	6, 10
Intell. Ventures I LLC v. Erie Indem. Co., 850 F.3d 1315 (Fed. Cir. 2017)	passim
Intell. Ventures I LLC v. Symantec Corp., 838 F.3d 1307 (Fed. Cir. 2016)	15
Interval Licensing LLC v. AOL, Inc., 896 F.3d 1335 (Fed. Cir. 2018)	7
Mayo Collaborative Servs. v. Prometheus Labs., Inc., 566 U.S. 66 (2012)	7
MG Freesites Ltd. v. ScorpCast LLC, 651 F. Supp. 3d 744 (D. Del. 2023)	9
Mortg. Grader, Inc. v. First Choice Loan Servs. Inc., 811 F.3d 1314 (Fed. Cir. 2016)	15
Netflix, Inc. v. Rovi Corp., 114 F. Supp. 3d 927 (N.D. Cal. 2015)	9
OIP Techs., Inc. v. Amazon.com, Inc., 788 F.3d 1359 (Fed. Cir. 2015)	14
Personalized Media Communs., LLC v. Amazon.com, Inc., 161 F. Supp. 3d 325 (D. Del. 2015)	17

PersonalWeb Techs. LLC v. Google LLC, 8 F.4th 1310 (Fed. Cir. 2021)	7
Sandbox Software v. 18Birdies, LLC, C.A. No. 18-1649 (MN), 2019 WL 252470 (D. Del. June 19, 2019)	6
Sanderling Mgmt. Ltd. v. Snap Inc., 65 F.4th 698 (Fed. Cir. 2023)	6
Search & Soc. Media Partners, LLC v. Facebook, Inc., 346 F. Supp. 3d 626 (D. Del. 2018)	17
TrackTime, LLC v. Amazon.com, Inc., C.A. No. 18-1518 (MN), 2019 WL 2524779 (D. Del. June 19, 2019)	6
Trinity Info Media, LLC v. Covalent, Inc., 72 F.4th 1355 (Fed. Cir. 2023)	8
Two-Way Media Ltd. v. Comcast Cable Commc'ns, LLC, 874 F.3d 1329 (Fed. Cir. 2017)	16, 19
Statutes and Rules	
35 U.S.C. § 101	passim
Fed. R. Civ. P. 12(a)(4)	2
Fed. R. Civ. P. 12(b)(6)	.1, 2, 6, 18

### I. INTRODUCTION

Despite adding 44 paragraphs of new "allegations," NL Giken's amended complaint merely confirms that asserted U.S. Patent No. 9,948,968 ("the '968 patent") recites patent-ineligible subject matter under 35 U.S.C. § 101. Even if the new paragraphs are presumed true, they fail to add any new facts or claim construction disputes that would require the Court to delay consideration of Section 101. The Court should dismiss NL Giken's infringement allegations for this patent under Rule 12(b)(6) without further leave to amend.

The claims are directed to the abstract idea of bookmarking digital moving image content and displaying the content from the bookmarked position. Courts have repeatedly held that such bookmarking techniques are patent-ineligible, as they are no different from keeping track of a stopping point by inserting a ribbon between pages in a book or taking a mental note of the last chapter read. And courts have long held that collecting and displaying information is an unpatentable, abstract idea. Even NL Giken's new characterization of the claims' focus as "enabling a user to find the next episode in streaming media," D.I. 18, ¶ 131—untethered from the plain claim language and lacking specification support—is no less abstract.

The claims also add no inventive concept that would transform the abstract idea into patent-eligible subject matter. They simply recite a desired result—displaying digital content from a bookmarked position—without explaining how to obtain that result. The claims use vague, functional language to describe conventional hardware and software that bookmark digital content using an unspecified algorithm. NL Giken alleges that these components are unconventional because they require "substantial programming" to perform the steps in the '968 patent's flowchart. D.I. 18, ¶ 136. But the claims, which are the focus of a § 101 analysis, do not include the flowchart's steps, and the specification admits that these steps are conventional. NL Giken falls far short of plausibly alleging that claims add an inventive concept.

Simply put, the '968 patent applies the age-old, abstract idea of bookmarking to conventional computer technology. Thus, its claims are patent-ineligible.

### II. NATURE AND STAGE OF PROCEEDINGS

NL Giken filed this action against Apple on January 5, 2024, alleging infringement of eight patents. On February 26, 2024, Apple moved to dismiss NL Giken's infringement claims for the '968 patent under Federal Rule of Civil Procedure 12(b)(6). D.I. 10, 11. In response, NL Giken filed an amended complaint on March 18, 2024. D.I. 18. The Court subsequently ruled that Apple's original motion to dismiss was moot. D.I. 19.

Apple now renews its motion to dismiss NL Giken's infringement claims for the '968 patent, addressing NL Giken's new allegations in its Amended Complaint. A Rule 12(b)(6) motion challenging a portion of the complaint tolls the period for answering the entire complaint. *See Circuit City Stores v. Citgo Petroleum Corp.*, No. 92-CV-7394, 1994 WL 48363, \*4 (E.D. Pa. Sept. 7, 1994); *Godlewski v. Affiliated Comput. Servs., Inc.*, 210 F.R.D. 571, 572 (E.D. Va. 2002) (collecting authorities); Fed. R. Civ. P. 12(a)(4).

### III. SUMMARY OF ARGUMENT

The claims of the '968 patent recite patent-ineligible subject matter under § 101 because they are directed to the abstract idea of bookmarking digital moving image content and displaying content from the bookmarked position. NL Giken's claims focus on storing "information" as a bookmark and then displaying content, activities that multiple courts have held to be an abstract idea. As the Federal Circuit has explained, "longstanding conduct that existed well before the advent of computers and the Internet" is not patent-eligible. *Intell.*\*Ventures I LLC v. Erie Indem. Co., 850 F.3d 1315, 1327 (Fed. Cir. 2017). Limiting the claimed invention to implementations conducted over the Internet cannot save them under Alice step one.

\*Alice Corp. Pty. Ltd. v. CLS Bank Int'l, 573 U.S. 208, 227 (2014) ("Alice"); see also BSG Tech

LLC v. Buyseasons, Inc., 899 F.3d 1281, 1286 (Fed. Cir. 2018).

NL Giken's amendments to its complaint do not cure the abstract nature of the claims. Relying on Figure 4 of the '968 Patent, NL Giken attempts to recharacterize the claim scope by highlighting the flowchart's steps. D.I. 18, ¶ 133. As the claims do not incorporate the flowchart, however, its steps are irrelevant; in any event, they are similarly abstract. NL Giken's emphasis on the "automatic" nature of the bookmarking is equally unavailing. Courts have repeatedly held automating human activity using generic-computer functions to be patentineligible. *buySAFE*, *Inc. v. Google Inc.*, 964 F. Supp. 2d 331, 336 (D. Del. 2013).

The claims likewise fail to pass *Alice* step two. They are focused on the result of bookmarking and silent on *how* to bookmark digital content. Critically, none of the claims recite algorithms for achieving this and thus amount to patenting the ineligible concept itself. NL Giken's amendments also fail to raise any factual disputes over whether the claim elements or their combinations are well-understood, routine, and conventional. Because the claims amount to nothing more than taking a long-standing abstract idea and instructing a practitioner to "do it on a computer," the '968 patent is invalid under *Alice* and its progeny. 573 U.S. at 227.

### IV. STATEMENT OF FACTS

### A. The '968 Patent

The '968 patent (D.I. 18-2, Ex. G) is entitled "Digital Contents Receiving Apparatus." The patent relates to a digital bookmark—*i.e.*, keeping track of "the moving image program enjoyed upon turning-off of the television set until the next turning-on for instantly enjoying the moving image content." '968 patent at Abstract. The specification extols this feature as advantageous because "the digital moving image content which has been actually enjoyed when the receiving apparatus is turned off is assumed to be of the most interest if no other designation is made." *Id.* at 3:13-17.

The specification admits that using a "receiving apparatus" is not new. A receiving apparatus is merely a "television set" capable of receiving "digital moving image contents" from "television stations through digital airwaves" and "through internet in real time by means of streaming technology." *Id.* at 1:26-28, 1:41-43. What the '968 patent touts as allegedly new is the digital bookmark itself—"information such as 'book mark' necessary for accessing again the content data." Id. at 17:8; see also id. at 1:54-67 ("object of this invention" is to improve the receiving apparatus's "eas[e] of use" by simplifying how users select desired content from the "enrich[ed] . . . world of digital contents").

Apparatus claim 1 (the only claim asserted in the Amended Complaint) is representative of all claims of the '968 patent. It recites:

> A receiving apparatus configured to receive digital moving image contents from a provider of the digital moving image contents, the provider being commutatively connected to the receiving apparatus, the receiving apparatus comprising:

> a processor executing instructions to designate a part of the digital moving image contents in the provider automatically or in response to a manual operation;

a memory that keeps information necessary for the processor to automatically designate a succeeding part of the digital moving image contents to a viewed part of the digital moving image contents;

a designation software controller configured to control the memory to keep the information in response to a termination of viewing the viewed part and control the processor to automatically designate the succeeding part of the digital moving image contents when the viewing starts again;

a receiver of the designated succeeding part of the digital moving image contents in response to the designation by the processor; and

a display configured to display the succeeding part of the digital moving image contents received by the receiver.

Claim 1 recites "well-understood, routine, [and] conventional" components, Alice, 570

U.S. at 225, including a "processor," "memory," "designation software controller," "receiver," and "display." The processor can "execut[e] instructions" to designate a bookmark position. '968 patent, 17:22-25. The memory stores the bookmark position as "information necessary for the processor to automatically designate a succeeding part of the digital moving image contents"—i.e., the next part of the digital content that is unwatched by a user. Id. at 17:26-29. The designation software controller causes the memory to keep the bookmarking information after the user stops watching the content, and upon restarting the content, causes the playback to resume at the bookmarked position. See id. at 17:30-35. The receiver receives the content from the bookmarked position. See id. at 17:36-38. And the display simply displays the received content. See id. at 17:39-40.

The other claims of the '968 patent add no other limitations that would make them patent-eligible. Claim 2 simply requires the bookmark to remember who provided the digital contents. Claim 3 requires bookmarking streamed content "in accordance with a program schedule table." And claim 4 allows a user to manually set a bookmark, such as at the beginning of the digital content. Claims 5-8 recite methods of "receiving digital moving image contents" that correspond to receiving apparatus claims 1-4, and claims 9-12 recite the same receiving apparatus but instead use the term "receiving system."

#### **NL Giken's Infringement Allegations** В.

NL Giken's Amended Complaint provides an infringement chart only for claim 1 of the '968 patent. D.I. 18-3, Ex. O. In that chart, NL Giken accuses the Apple TV+ app of infringement. It alleges that the app's "Next Episode" feature stores bookmark "information" for "a part (e.g., an episode) of the digital moving image contents." *Id.* at 3-5.

NL Giken alleges that this bookmark functionality is beneficial because, "when [the] user reaches the end of an episode in a TV series," it "automatically designate[s] the next episode for

playback . . . when the user begins viewing again." *Id*. Neither NL Giken's claims nor its claim chart specifies what "information" is used to bookmark digital content or where it is stored.

### V. LEGAL STANDARDS

Case 1:24-cv-00013-MN

### A. The Rule 12(b)(6) Standard as Applied to Patent Eligibility Challenges

Whether a patent meets the requirements of § 101 is a question of law. *See Intell.*Ventures I LLC v. Cap. One Fin. Corp., 850 F.3d 1332, 1338 (Fed. Cir. 2017). The Federal Circuit has "repeatedly recognized that in many cases it is possible and proper to determine patent eligibility under 35 U.S.C. § 101 on a Rule 12(b)(6) motion." *Genetic Techs. Ltd. v.*Merial L.L.C., 818 F.3d 1369, 1373 (Fed. Cir. 2016). "[P]atent eligibility can be determined at the Rule 12(b)(6) stage . . . when there are no factual allegations that, taken as true, prevent resolving the eligibility question as a matter of law." *Aatrix Software, Inc. v. Green Shades Software, Inc.*, 882 F.3d 1121, 1125 (Fed. Cir. 2018).

Although § 101 inquiries "may contain disputes over underlying facts, . . . not every § 101 determination contains genuine disputes over the underlying facts material to the § 101 inquiry." *Berkheimer v. HP Inc.*, 881 F.3d 1360, 1368 (Fed. Cir. 2018). A patentee's failure to "identify, and articulate the significance of, specific fact disputes" should "preclude the court from denying the motion" to dismiss at the pleading stage. *Sanderling Mgmt. Ltd. v. Snap Inc.*, 65 F.4th 698, 705 n.6 (Fed. Cir. 2023) (affirming district court's grant of Rule 12(b)(6) motion). When patents are directed to an abstract concept and there are no genuine, underlying factual disputes, district courts regularly grant motions to dismiss under § 101. *See, e.g., Fast 101 PTY Ltd. v. Citigroup Inc.*, 424 F. Supp. 3d 385, 393 (D. Del. 2020); *TrackTime, LLC v. Amazon.com, Inc.*, C.A. No. 18-1518 (MN), 2019 WL 2524779, at \*4–5 (D. Del. June 19, 2019); *Sandbox Software v. 18Birdies, LLC*, C.A. No. 18-1649 (MN), 2019 WL 252470, at \*5 (D. Del. June 19, 2019).

#### B. The Alice Two-Step Test

The Supreme Court's two-step test established in Alice governs the § 101 inquiry. 573 U.S. at 217–18. At the first step, courts must determine "whether the claims at issue are directed to a patent-ineligible concept" such as an abstract idea. *Id.* at 218. In so doing, courts look at "the focus of the claimed advance over the prior art to determine if the claim's character as a whole is directed to excluded subject matter." PersonalWeb Techs. LLC v. Google LLC, 8 F.4th 1310, 1315 (Fed. Cir. 2021) (citations and quotation marks omitted).

At the second step, if the claims are directed to an abstract idea, courts must "search for an inventive concept—i.e., an element or combination of elements that is sufficient to ensure that the patent in practice amounts to significantly more than a patent upon the ineligible concept itself." Alice, 573 U.S. at 217–18 (citations and quotation marks omitted). The inventive concept must be more than "well-understood, routine, conventional activity." Mayo Collaborative Servs. v. Prometheus Labs., Inc., 566 U.S. 66, 73 (2012). Moreover, claims "wholly devoid of details which describe how [an improved result] is accomplished" do not provide an inventive concept. Interval Licensing LLC v. AOL, Inc., 896 F.3d 1335, 1346 (Fed. Cir. 2018) (emphasis in original).

#### VI. THE CLAIMS RECITE PATENT-INELIGIBLE SUBJECT MATTER

The '968 patent fails the two-step test set forth in *Alice*. The claims fail *Alice* step one as they are directed to the abstract idea of bookmarking digital moving image content and displaying the content from the bookmarked position. The alleged invention purports to improve users' experience in watching digital content, but this is insufficient to establish patent eligibility under § 101, and it certainly does not improve device functionality, as the precedent holding claims patent-eligible requires. The claims also fail *Alice* step two because they fail to recite an inventive concept. Instead, they merely recite a desired result—displaying digital content from a bookmarked position—without reciting a specific algorithm for how to achieve this result.

#### A. Alice Step One: The Claims Are Directed to an Abstract Idea

The claims, specification, and analogous cases confirm that 1. representative claim 1 is directed to an abstract idea

Representative claim 1 is directed to the abstract idea of bookmarking digital moving image content and displaying the content from the bookmarked position. The claim recites, in relevant part, "a memory that keeps information necessary for . . . designat[ing] a succeeding part of the digital moving image contents" and "a display configured to display the succeeding part of the digital moving image contents." '968 patent at claim 1. The remaining, conventional elements recited in claim 1 (i.e., a "processor," "controller," and "receiver") merely "limit the abstract idea to a particular environment" but "do[] not make the claims any less abstract." Trinity Info Media, LLC v. Covalent, Inc., 72 F.4th 1355, 1362 (Fed. Cir. 2023) (citation omitted).

As in *Trinity Info Media*, the remaining claims "merely add trivial variations of the abstract idea . . . that do not change the focus of the asserted claims." Id. Claims 2 and 3 require bookmarking based on a "content provider" or a "program schedule," respectively. And claim 4 allows a user to manually set a bookmark. Claims 5-8 are method claims that correspond to receiving apparatus claims 1-4. And claims 9-12 recite the same receiving apparatus as claims 1-4 but instead use the term "receiving system." Thus, all claims are directed to an abstract idea.

The specification confirms that the claims are directed to bookmarking and displaying content. See ChargePoint, Inc. v. SemaConnect, Inc., 920 F.3d 759, 766 (Fed. Cir. 2019) (listing cases where courts have "found the specification helpful in illuminating [whether] a claim is 'directed to'" an abstract idea). The purported improvement resulting from the '968 patent is that "digital moving image content which has been enjoyed when the manually operable unit

Document 21

turns off the receiving apparatus will be automatically designated again when the manually operable unit turns on the receiving apparatus afterward." '968 patent, 3:9-13. The specification goes on to assert that, this is "advantageous because the digital moving image content which has been actually enjoyed when the receiving apparatus is turned off is assumed to be of the most interest . . . ." Id. at 3:13-17. Consistent with these alleged benefits described in the specification, claim 1's "focus" is on bookmarking videos to allegedly improve the receiving apparatus's "eas[e] of use." Id. at 1:65-67.

Decisions from this District and others have held that video bookmarking claims are directed to abstract ideas. For example, in MG Freesites, the court invalidated a video bookmarking claim because it was directed to the "abstract idea of denoting where certain content is found inside a video," which was "no different than placing a bookmark in a book to indicate where an interesting passage begins." MG Freesites Ltd. v. ScorpCast LLC, 651 F. Supp. 3d 744, 752 (D. Del. 2023); see also Netflix, Inc. v. Rovi Corp., 114 F. Supp. 3d 927, 947– 48 (N.D. Cal. 2015) (holding that a claim on "a method of creating a 'bookmark' to allow users to start watching a program on one device, then resume the program at the same point on a different type of device" was "directed to the abstract idea of bookmarking media files across devices").

The Federal Circuit held similar bookmarking claims patent-ineligible in *Erie*. 850 F.3d at 1315. The claims in *Erie* related to an index to organize and locate specific information in a computer database. *Id.* at 1327. The court held these claims to be patent-ineligible, explaining that "creating and using an index to search for and retrieve data . . . [is] an abstract concept under Alice." Id. at 1328. The claims at issue in Erie are analogous to those at issue here. NL Giken's "bookmark" serves as an "index" to the digital content—just like the "index" deemed abstract in

*Erie*—as it helps the user search for that same position at a later time.

Moreover, displaying digital content at the bookmarked position is also akin to data collection and display, which the Federal Circuit has repeatedly held to be abstract under *Alice* step one. For example, in *Electric Power Group, LLC v. Alstom S.A.*, 830 F.3d 1350, 1353–54 (Fed. Cir. 2016), the Federal Circuit held that claims directed to "collecting information, analyzing it, and displaying certain results" are all abstract ideas. Similarly, in *Intellectual Ventures I LLC v. Capital One Financial Corp*, 850 F.3d 1332, 1340 (Fed. Cir. 2017), the Federal Circuit again held that claims directed to "collecting, displaying, and manipulating data" are abstract. The claims of the '968 patent are no different as they all recite generic iterations of setting a bookmark position (*i.e.*, collecting information on the bookmark position) and displaying digital content from the bookmarked position (*i.e.*, displaying information). This puts the claims of the '968 patent in the same bucket as the data collection and display claims found to be abstract in *Electric Power Group* and *Capital One*.

### 2. NL Giken's amendments do not make the claims non-abstract

To obfuscate the abstract nature of the claims of the '968 Patent, NL Giken adds allegations to its amended complaint in an attempt to re-characterize their scope. Relying on Figure 4, NL Giken argues that the claimed invention actually relates to "enabl[ing] a user to find the next episode in streaming media in a digital data stream from multiple sites and sources available over a network." D.I. 18, ¶ 131. But the claims—which are the focus of the § 101 inquiry—never refer to "episodes" or "multiple sites and sources." The same is true of the specification; none of its 86 paragraphs or eight figures mentions "episode," much less "play[ing] the next episode" as NL Giken alleges. *Id.*, ¶ 123.

NL Giken then attempts to read the steps of Figure 4's flowchart into the claims, but those steps do not appear in the claims. D.I. 18, ¶ 133. The claims are what control the § 101

inquiry. See Alice, 573 U.S. at 217–18. Thus, NL Giken's lengthy discussion about the flowchart in the amended complaint is irrelevant here.

NL Giken further attempts to disavow the patent's reference to digital bookmarks, alleging that the discussion about "information such as 'book mark' necessary for accessing again the content data," '968 patent at 17:8, relates to an unclaimed embodiment. D.I. 18, ¶ 140. But the claim language and other portions of the specification confirm that designating a part of the digital contents for later viewing is a "feature of this invention." '968 patent at 3:8-13; see also 3:30-34, 41-44. Using a "book mark" to "designate" a user's stopping point (as the claim recites) is an abstract idea and remains the claimed advance of NL Giken's alleged inventions.

#### **3.** The '968 patent claims do not improve computer functionality

As discussed in detail below, NL Giken's Amended Complaint fails to show that the claimed bookmark represents "an improvement to computer functionality" sufficient to survive Alice step one. Enfish, LLC v. Microsoft Corp., 822 F.3d 1327, 1335 (Fed. Cir. 2016). In Enfish, the court upheld claims related to a new "self-referential table for a computer database," which was "a specific type of data structure designed to improve the way a computer stores and retrieves data in memory." *Id.* at 1337, 1339. In finding the database improvement claims patent-eligible, the *Enfish* court emphasized that "the claimed invention achieve[d] other benefits over conventional databases, such as increased flexibility, faster search times, and smaller memory requirements." Id. at 1337.

Unlike *Enfish*, this is not a case where the claims recite a novel data structure that provides concrete technological benefits. The claims of the '968 patent instead simply focus on storing bookmark "information." But even if storing bookmark information were somehow novel—and it is not—"an improvement to the information stored by a database is not equivalent to an improvement in the database's functionality." BSG Tech LLC, 899 F.3d at 1288. Rather,

as noted above in § VI.A.1, storing information is an abstract idea. See In re TLI Commc'ns LLC Pat. Litig., 823 F.3d 607, 611 (Fed. Cir. 2016) (holding that "classifying and storing digital images" was an abstract idea). Moreover, in contrast to the patent at issue in *Enfish*, which described measurable improvements to database technology provided by the claimed invention, the '968 patent mentions no concrete improvements over existing video playback devices. See Customedia Techs., LLC v. Dish Network Corp., 951 F.3d 1359, 1365 (Fed. Cir. 2020) (holding claims patent-ineligible because they did "not enable computers to operate more quickly or efficiently, [or] solve any technological problem").

The '968 patent's claims are also unlike those at issue in *Core Wireless Licensing* S.A.R.L. v. LG Electronics, Inc. 880 F.3d 1356 (Fed. Cir. 2018). In that case, the court held that claims directed to an improved user interface for small devices, which allowed a user to access stored data more quickly, were patent-eligible. Core Wireless, 880 F.3d at 1359, 1362. It was significant to the court that Core Wireless's claims recited specific user interface elements, including "an application summary that can be reached directly from the menu," "each of the data in the list being selectable to launch the respective application," and other elements. *Id.* at 1362–63. In contrast, the claims of the '968 patent recite no specific manner of performing the alleged invention. Instead, they simply recite storing "information" as a bookmark and displaying the digital content based on that "information." Given that the claims of the '968 patent do not even recite a specific manner of storing or presenting "information"—let alone purported graphical user interface improvements—they cannot purport to claim any technological improvement by bookmarking digital content.

Asserting that the claims improve "eas[e] of use" for a "digital moving image contents receiving apparatus," '968 patent, 1:60-67, is insufficient to confer patent eligibility either.

Customedia, 951 F.3d at 1365 ("[I]mproving a user's experience while using a computer application is not, without more, sufficient to render the claims directed to an improvement in computer functionality."). For example, the claims of Core Wireless did more than merely improve a user's experience in using small electronic devices. Indeed, the court emphasized that the claimed invention improved the "efficiency of using the electronic device by bringing together 'a limited list of common functions and commonly accessed stored data,' which [could] be accessed directly from the main menu." Core Wireless, 880 F.3d at 1363. No such improvement to computer efficiency is claimed here.

# 4. NL Giken's amendments do not sufficiently demonstrate improved computer functionality

In its amended complaint, NL Giken newly alleges that bookmarking a video improves computer functionality by helping users remember where they left off. D.I. 18, ¶ 146. NL Giken then analogizes its claims to those in *DDR Holdings, LLC v. Hotels.com, L.P.*, 773 F.3d 1245 (Fed. Cir. 2014), alleging that its invention "is necessarily rooted in computer technology (distributed broadband computers) in order to overcome a problem specifically arising in the realm of computer networks (how to locate the next episode of relate content in a data stream)." D.I. 18, ¶ 146.

But just saying that the patent improves computer technology does not make it true. Unlike the claims in *DDR Holdings*, the '968 patent claims have nothing to do with "computer networks" or "distributed broadband computers." Nor do they address "a challenge particular to the Internet" or "overcome a problem specifically arising in the realm of [computing]." *DDR Holdings*, 773 F.3d at 1257. Instead, as the specification makes clear, the '968 patent seeks to improve the receiving apparatus's "eas[e] of use" by bookmarking digital content, as to allow the user to resume playback from the bookmarked position. '968 patent, 1:54-67.

This is the digital equivalent of inserting a ribbon between pages as a physical bookmark—it merely stores a data point, *i.e.*, where the user left off, but it does not improve the functionality of an underlying computer. Where, as here, "the focus of the claims is not on . . . an improvement in computers as tools, but on certain independently abstract ideas that use computers as tools," the claims are abstract. *Elec. Power Grp.*, 830 F.3d at 1354.

NL Giken further emphasizes the claimed invention's alleged ability to "automatically designate" the bookmarked content, D.I. 18, ¶ 122, but this does not make the computer integral to its claims. As an initial matter, the claims are not limited to "automatic designation"; they recite "designat[ing] a part of the digital moving image contents . . . automatically or *in response* to a manual operation." '968 patent, 17:22-25 (emphasis added); see also id. at 17:49-52 (dependent claim 4 requiring manual setting of the bookmark position).

Regardless, any "automation" recited in the claims at best describes automating human activity through the use of generic-computer functions, which is exactly what the Supreme Court disparaged in *Alice*. 573 U.S. at 22. "Merely using a computer to perform more efficiently what could otherwise be accomplished manually does not confer patent-eligibility." *buySAFE*, 964 F. Supp. 2d at 336 (citing *Bancorp Servs., L.L.C. v. Sun Life Assur. Co. of Can.*, 687 F.3d 1266, 1279 (Fed. Cir. 2012)); *see also Bluebonnet Internet Media Servs. LLC v. Pandora Media, LLC*, No. 2022-2215, 2024 WL 1338940, at \*2 (Fed. Cir. Mar. 29, 2024) (non-precedential) (holding that "merely adding computer functionality to increase the speed or efficiency of the process . . . does not confer patent eligibility on an otherwise abstract idea" of "creating playlists based on user feedback") (citation omitted); *OIP Techs., Inc. v. Amazon.com, Inc.*, 788 F.3d 1359, 1363 (Fed. Cir. 2015) (invalidating claims on "automation" of traditional price-optimization methods because "relying on a computer to perform routine tasks more quickly or more accurately is

insufficient to render a claim patent eligible").

### **5.** The claimed abstract idea reflects longstanding conduct that can readily be performed by the human mind

The Federal Circuit also reasoned in *Erie* that indexing for a database was an abstract idea because it reflected "longstanding conduct that existed well before the advent of computers and the Internet." 850 F.3d at 1327; see also id. at 1329–30 (holding another set of claims to be likewise directed to a patent-ineligible "age-old practice" because they covered a mobile interface with "pointers, 'similar to bookmarks used in web browsers,'" which allowed users to retrieve remotely stored data). Similarly, bookmarking with "information" is an abstract, patentineligible concept as it "could all be performed by humans without a computer." Mortg. Grader, Inc. v. First Choice Loan Servs. Inc., 811 F.3d 1314, 1324 (Fed. Cir. 2016). Here, "with the exception of generic computer-implemented steps, there is nothing in the claims themselves that foreclose them from being performed by a human, mentally or with pen and paper." *Intell.* Ventures I LLC v. Symantec Corp., 838 F.3d 1307, 1318 (Fed. Cir. 2016) (citation omitted). The claims therefore fail *Alice* step one.

#### В. Alice Step Two: The Claims Do Not Recite an Inventive Concept

The claims of the '968 patent also fail at *Alice* step two as they do not recite an "inventive concept,' sufficient to 'transform' the claimed abstract idea into a patent-eligible application." Alice, 570 U.S. at 221 (citation omitted).

#### 1. The claims do not recite how to achieve the desired result

The claims of the '968 patent recite such a "result-focused, functional" description of bookmarking that they amount to patenting the patent-ineligible concept itself. Elec. Power Grp., 830 F.3d at 1356 (claims that lacked "any requirements for how the desired result is achieved" were patent-ineligible). Representative claim 1 describes nothing more than a desired Document 21

result—displaying digital content from a bookmarked position—without "sufficiently describ[ing] how to achieve these results in a non-abstract way." Two-Way Media Ltd. v. Comcast Cable Commc'ns, LLC, 874 F.3d 1329, 1337–38 (Fed. Cir. 2017) (emphasis added).

Notably, neither claim 1 nor any other claims recite any specific algorithms for bookmarking digital content for later viewing: claim 2 requires applying the bookmark based on the content provider; claim 3 requires doing so based on a program schedule; and claim 4 requires manual bookmarking (that is, a human operation). Claims 5-12 merely parrot claims 1-4 in different contexts: method claims for claims 5-8 and a "receiving system" for claims 9-12.

The '968 patent's claims stand in sharp contrast to those held patent-eligible in DDR, a case that involved generating composite web pages that combined certain visual elements from other websites. 773 F.3d at 1248. The *DDR* court held that the claims were patent-eligible because they "specif[ied] how interactions with the Internet [were] manipulated to yield a desired result—a result that overrides the routine and conventional sequence of events ordinarily triggered by the click of a hyperlink." *Id.* at 1258–59. Here, by contrast, the claims provide no detail regarding what "information" is bookmarked or how the claimed bookmarking takes place.

The amended complaint's reliance on Figure 4 does not change this analysis. Again, the focus of the § 101 inquiry is on the claims, not the specification or figures. See Alice, 573 U.S. at 217–18. Here, the claims of the '968 patent do not recite any specific algorithms.

Even if Figure 4's steps formed a proper basis for the inquiry, they do not demonstrate an inventive concept. None explains what the claimed bookmarking "information" is or how that information is used to display digital contents from the bookmarked position. Also, NL Giken does not even allege that any of the steps in Figure 4 are novel. Thus, even if one were to import limitations from Figure 4 into the claims, such limitations would not transform the claimed

abstract idea into an inventive concept.

#### 2. The hardware and software elements are admittedly conventional

The Federal Circuit has long held that claims cannot escape patent ineligibility by merely reciting conventional computer hardware and software components. See Elec. Power Grp., 830 F.3d at 1355 ("invocations of computers and networks that are not even arguably inventive are insufficient") (citations and quotation marks omitted). Each hardware element of the claims, upon which the abstract idea is performed, is "well-understood, routine, [and] conventional." Alice, 570 U.S. at 225 (citations and quotation marks omitted).

Claim 1 requires "a processor," "a memory," "a designation software controller," "a receiver," and "a display." Courts have previously ruled that processors, memories, receivers, and displays are all conventional computer components. See, e.g., IBM Corp. v. Zynga Inc., 642 F. Supp. 3d 481, 494 (D. Del. 2022) ("conventional computer, network, and display technology" with "processors" and "memory"); Search & Soc. Media Partners, LLC v. Facebook, Inc., 346 F. Supp. 3d 626, 635 (D. Del. 2018) ("computer system comprising a data processor and a memory" and "electronic display"); Personalized Media Communs., LLC v. Amazon.com, Inc., 161 F. Supp. 3d 325, 338 (D. Del. 2015) ("receiver stations"). The remaining element—the "designation software controller"—is a functional label for a conventional module that stores a bookmark position. '968 patent, 17:30-35. Even the specification explains that the claimed components are conventional. See, e.g., id. at 5:9-12 ("Memory is of such a large capacity including a hard disk as capable of storing a considerable number of digital moving image program contents").

In its amended complaint, NL Giken repeatedly suggests that the recited components are unconventional because they require "substantial programming work to work out" how to perform the steps listed in Figure 4's flowchart. D.I. 18, ¶ 136; see also id., ¶¶ 132, 137, 145.

But the claims do not include those steps, and in any event whatever "substantial programming" NL Giken alleges is required is also not recited in the claims (or specification). See Bluebonnet, 2024 WL 1338940, at \*2 (claims that "do not, for instance, provide a new algorithm" lack inventive concept and "district court [i]s not required to accept as true allegations in the complaint that are conclusory, state legal conclusions, or contradict the patent itself'). Figure 4 in fact reinforces that its steps are not new. The specification admits that Figure 4's steps for manually selecting a chapter from digital contents are "similar to [those] in conventional video recorders or DVD recorders." '968 patent, 10:65-67 (emphasis added).

#### **3.** The claims as a whole do not provide any inventive concept

The claims when considered as a whole do not add "significantly more" than the abstract idea of bookmarking digital moving image content and displaying the content from the bookmarked position. Alice, 573 U.S. at 217–18. The Federal Circuit has contrasted claims reciting "the non-conventional and non-generic arrangement of known, conventional pieces" which might provide an inventive concept—with claims that "merely recite the abstract idea . . . along with the requirement to perform it on the Internet, or to perform it on a set of generic computer components"—which fail at Alice step two. BASCOM Glob. Internet Servs., Inc. v. AT&T Mobility LLC, 827 F.3d 1341, 1350 (Fed. Cir. 2016) (claims directed to a "specific method of filtering Internet content" with conventional computer components were sufficient to pass step two at the Rule 12(b)(6) stage). The BASCOM court explained that "[a]n inventive concept can be found in the non-conventional and non-generic arrangement of known, conventional pieces." *Id.* at 1350. However, here, unlike in *BASCOM*, the claim elements when considered as an ordered combination add nothing more to the abstract idea itself.

Unlike the claims in BASCOM, the claims here only recite the age-old idea of storing "information" as a bookmark; they do not purport to claim a new or specific bookmarking

technique. '968 patent, claim 1. Rather, the claims apply the conventional concept of bookmarking content to digital content. And the Federal Circuit has made clear that limiting the field of use to just digital moving image contents cannot convert this abstract idea into an inventive concept. Erie, 850 F.3d at 1328–29 ("limiting an abstract idea to one field of use or adding token post solution components [cannot] convert the otherwise ineligible concept into an inventive concept"); see also Chamberlain Grp. v. Techtronic Indus. Co., 935 F.3d 1341, 1348 (Fed. Cir. 2019) ("merely limiting the field of use of the abstract idea to a particular existing technological environment does not render the claims any less abstract.") (citation omitted).

The claims here merely take the abstract idea of bookmarking content and "apply it" on a computer, precisely what the BASCOM court considered and rejected as an inventive concept. BASCOM, 827 F.3d at 1349; Alice, 573 U.S. at 221 ("[T]ransformation into a patent-eligible application requires more than simply stating the abstract idea while adding the words 'apply it.") (citation and internal quotation marks omitted).

Tellingly, NL Giken's amendments to its complaint do not allege that the '968 patent discloses an "inventive concept," much less a unique, inventive combination of conventional components. Rather, NL Giken's amendments characterize the '968 patent as relating "to a system and apparatus that receives digital moving image contents (e.g., streaming video) and automatically designates and displays a succeeding part of the contents (e.g., a subsequent streaming video)." D.I. 18, ¶ 15. That is not enough. Because "the mere recitation of a generic computer cannot transform a patent-ineligible abstract idea into a patent-eligible invention," the court should hold that the claims of the '968 patent recite patent-ineligible subject matter under Alice step two. Alice, 573 U.S. at 223; see also Two-Way Media Ltd., 874 F.3d at 1341 (Fed. Cir. 2017) (claims must recite something "other than conventional computer and network

components operating according to their ordinary function.").

### VII. CONCLUSION

Because all claims of the '968 patent recite patent-ineligible subject matter, Apple respectfully requests that the Court grant its motion and dismiss NL Giken's infringement claims with respect to the '968 patent with prejudice. It is apparent from the face of the '968 patent that the claims are not directed to patent-eligible subject matter, and thus, further amendments would be futile.

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Dated: April 8, 2024 11436668 / 21251.00001

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